

Attachment 4

Financial Qualifications

2000 Financial Statements as submitted by Applicant to its auditors and unaudited first quarter
2001 financial statements.

36 Month Proforma Out from July 2000 (LA)

Revenue	Actual Qtr Ended Sep-00	Actual Qtr Ended Dec-00	Qtr Ended Mar-01	Qtr Ended Jun-01	Fiscal Year Jun-01	
TOTAL GROSS REVENUES, cash basis	\$ 235,400.00	\$ 415,100.00	\$ 731,450.00	\$ 1,102,200.00	\$ 2,484,150.00	\$
Qtr to Qtr Sequential Revenue Growth	N/A	76%	76%	51%	N/A	
Year to Year Sequential Revenue Growth	N/A	N/A	N/A	N/A	N/A	
Los Angeles Deposits	\$ 11,850.00	\$ 18,585.00	\$ 19,912.50	\$ 33,750.00	\$ 84,097.50	\$
DSL Cost	\$ 41,600.00	\$ 96,760.00	\$ 119,440.00	\$ 160,440.00	\$ 418,240.00	\$
Total NET Revenues, Cash basis Before Bandwidth & Colocation Expense	\$ 205,650.00	\$ 336,925.00	\$ 631,922.50	\$ 975,510.00	\$ 2,150,007.50	\$
TOTAL Lease Expense	\$ 39,660.00	\$ 59,490.00	\$ 59,490.00	\$ 59,490.00	\$ 218,130.00	\$
Colocation Expense (including cross connect)	\$ 9,066.00	\$ 13,599.00	\$ 13,599.00	\$ 13,599.00	\$ 49,863.00	\$
Band Width Expense	\$ 5,000.00	\$ 5,500.00	\$ 4,500.00	\$ 4,500.00	\$ 19,500.00	\$
Telco and Provider Expenses	\$ 23,200.00	\$ 51,600.00	\$ 65,100.00	\$ 78,600.00	\$ 218,500.00	\$
Customer Hardware Expenses (\$550/customer)	\$ 7,500.00	\$ 15,000.00	\$ 15,000.00	\$ 15,000.00	\$ 52,500.00	\$
TOTAL Salaries & Related Overhead	\$ 141,435.00	\$ 284,572.00	\$ 383,183.00	\$ 415,653.00	\$ 1,224,843.00	\$
Total Office Equip & Furniture	\$ 10,000.00	\$ 3,000.00	\$ 3,000.00	\$ 63,000.00	\$ 79,000.00	\$
Total Professional Fees	\$ 20,375.00	\$ 19,500.00	\$ 63,500.00	\$ 63,500.00	\$ 166,875.00	\$
Return of Deposits	\$ -	\$ -	\$ -	\$ -	\$ -	\$
Rent	\$ 2,936.00	\$ 5,800.00	\$ 6,450.00	\$ 10,950.00	\$ 26,136.00	\$
Allowances for Bad Debts all Markets	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 2,500.00	\$ 10,000.00	\$
Total Interest Expense	\$ -	\$ 5,225.00	\$ 7,837.50	\$ 3,918.75	\$ 16,981.25	\$
Miscellaneous Expenses (Postage, Fed Ex)	\$ 2,000.00	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00	\$ 11,000.00	\$
Total Expenses Including Labor,Rent, Bandwidth & Colocation	\$ 263,672.00	\$ 468,786.00	\$ 627,159.50	\$ 733,710.75	\$ 2,093,328.25	\$
EBITDA	\$ (58,022.00)	\$ (131,861.00)	\$ 4,763.00	\$ 241,799.25	\$ 56,679.25	\$
Profit Margins	-28.21%	-39.14%	0.75%	24.79%	2.64%	

Integrated Communications Consultants Corporation

Compiled Financial Statements
From Inception (January 1, 2000) through June 30, 2000

Integrated Communications Consultants Corporation

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Report on Compiled Financial Statements

To the Board of Directors
Integrated Communications Consultants Corporation
Marina Del Rey, California

We have compiled the accompanying balance sheet of Integrated Communications Consultants Corporation (a Subchapter "S" Corporation), as of June 30, 2000, and the related statements of income and deficit from inception (January 1, 2000) through June 30, 2000, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements, and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by generally accepted accounting principles. If the omitted disclosures and statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.



August 15, 2000

Integrated Communications Consultants Corporation**Balance Sheet**

June 30,	2000
ASSETS	
Current assets	
Cash and cash equivalents	\$ 136,377
Accounts receivable – trade	24,683
Advances to employees	7,053
Total current assets	168,113
Fixed assets	
Equipment	68,363
Less accumulated depreciation	(2,486)
Total fixed assets	65,877
Other assets	
Deposits	1,500
	\$ 235,490

See accompanying accountants' report

Integrated Communications Consultants Corporation**Balance Sheet**

<u>June 30,</u>	<u>2000</u>
LIABILITIES AND STOCKHOLDERS' EQUITY	
Current liabilities	
Accounts payable	\$ 3,830
Customer deposits	23,898
Shareholder loan	13,928
Equipment lease current portion	5,738
Total current liabilities	47,394
Long-term equipment lease	45,215
Stockholders' equity	
Common stock, par value \$0.001, 4,000,000 shares authorized, 3,800,000 shares issued and outstanding	179,988
Retained earnings (deficit)	(37,107)
Total stockholders' equity	142,881
	\$ 235,490

See accompanying accountants' report

Integrated Communications Consultants Corporation**Statements of Income and Deficit**

<u>From Inception (January 1, 2000) to June 30,</u>		<u>2000</u>
Sales	\$	320,928
Cost of sales		106,356
Gross profit		214,572
Expenses		
Commissions		126,345
General and administrative		114,429
Selling		6,686
Depreciation		2,486
Interest		1,733
Total expenses		251,679
Net loss and deficit as of June 30, 2000		(37,107)

See accompanying accountants' report

**ICC Internet
Balance Sheet
As of December 31, 2000**

ASSETS

Current assets

Cash and cash equivalents	\$28,029
Accounts receivable, trade	47,513
Total current assets	<u>75,542</u>

Fixed assets

Equipment	151,201
Less accumulated depreciation	(29,292)
Total fixed assets	<u>121,909</u>

Other assets

Deposits	9,398
Total other assets	<u>9,398</u>
	<u><u>\$206,849</u></u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Current liabilities

Accounts payable	\$37,101
Customer Deposits	91,546
Equipment lease, current portion	18,388
Total current liabilities	<u>147,035</u>

Long-term equipment lease 25,365

Long-term Lines of Credit (from Investors) 388,750

Stockholders Equity

Common stock	279,648
Retained earnings (deficit)	(633,949)
Total stockholders equity	<u>(354,301)</u>
	<u><u>\$206,849</u></u>

ICC Internet
Statement of Cash flows
For the Period Ended

	(unaudited) Actual Month Ended <u>12/31/00</u>	(unaudited) Actual Quarter Ended <u>12/31/00</u>	(unaudited) Actual Year Ended <u>2000</u>
Net Income from Operations	(67,413)	(302,202)	(633,949)
Depreciation and Amortization	8,650	18,943	29,292
Deposits from Customers	14,632	46,718	91,546
Changes in Working Capital	(44,532)	17,030	(19,810)
Net Cash Flow From Operations	<u>(88,663)</u>	<u>(219,511)</u>	<u>(532,921)</u>
Investing Activities:			
Investment in Switches and Related Equip.	(13,935)	(45,126)	(151,201)
Cash Flow from Investment Activities	<u>(13,935)</u>	<u>(45,126)</u>	<u>(151,201)</u>
Financing Activities:			
Leasing Activity	(1,461)	(4,351)	43,753
Lines of Credit from Investors	91,250	173,750	388,750
Proceeds from sale of Stock	0	99,500	279,648
Cash Flow from Financing Activities	<u>89,789</u>	<u>268,899</u>	<u>712,151</u>
Net Cash Flow	<u><u>(12,809)</u></u>	<u><u>4,262</u></u>	<u><u>28,029</u></u> *

* The cash balance at 12/31/00 is the year end cash balance. The month end and quarter end net cash flow represents the change in cash for that period.

ICC Internet
Statement of Income (Loss)
For the period ended

	(unaudited) Actual Month Ended <u>12/31/00</u>	(unaudited) Actual Year Ended <u>12/31/00</u>
Sales	\$125,952	\$976,520
Cost of Sales	89,215	503,519
Gross Profit	<u>36,737</u>	<u>473,001</u>
Operating Expenses		
General and Administrative	46,798	321,529
Selling expenses	108,848	757,479
Depreciation and Amortization	8,650	29,292
Interest	331	3,581
Total operating expenses	<u>164,627</u>	<u>1,111,881</u>
Net (loss) from operations	<u>(127,890)</u>	<u>(638,880)</u>
Other Income		
Commissions	0	3,381
Other	1,550	1,550
Total Other Income	<u>1,550</u>	<u>4,931</u>
Net (loss)	<u><u>(\$126,340)</u></u>	<u><u>(\$633,949)</u></u>
Add back:		
Depreciation	8,650	29,292
EBITDA	<u><u>(\$117,690)</u></u>	<u><u>(\$604,657) *</u></u>

***Does not include customer deposits of \$14,632 & \$91,546 for the month and year to date ended 12/31/00.**

ICC Internet
Statement of Cash flows
For the Period Ended

	Actual Month Ended <u>3/31/01</u>	Actual Quarter Ended <u>3/31/01</u>
Net Income from Operations	(33,950)	(180,541)
Depreciation and Amortization	5,053	13,516
Deposits from Customers	16,575	44,781
Changes in Working Capital	4,113	52,067
Net Cash Flow From Operations	<u>(8,209)</u>	<u>(70,177)</u>
Investing Activities:		
Investment in Switches and Related Equip.	(18,658)	(55,605)
Telecom Licenses	0	(14,750)
Deposits to Vendors/Suppliers	0	(9,170)
Cash Flow from Investment Activities	<u>(18,658)</u>	<u>(79,525)</u>
Financing Activities:		
Leasing Activity	(1,493)	(4,447)
Lines of Credit from Investors	25,000	159,500
Cash Flow from Financing Activities	<u>23,507</u>	<u>155,053</u>
Net Cash Flow	<u><u>(3,360)</u></u>	<u><u>5,351</u></u>

ICC Internet
Statement of Income (Loss)
For the period ended

	Actual Month Ended 3/31/01	Actual Quarter Ended 3/31/01
Sales	\$238,436	\$552,415
Cost of Sales	89,215	256,346
Gross Profit	<u>149,221</u>	<u>296,069</u>
Operating Expenses		
General and Administrative	58,060	146,224
Selling expenses	125,118	326,076
Depreciation and Amortization	5,053	13,766
Interest	298	5,092
Total operating expenses	<u>188,529</u>	<u>491,158</u>
Net (loss) from operations	<u>(39,308)</u>	<u>(195,089)</u>
Other Income		
Commissions	5,158	12,821
Other	200	1,727
Total Other Income	<u>5,358</u>	<u>14,548</u>
Net (loss)	<u><u>(\$33,950)</u></u>	<u><u>(\$180,541)</u></u>
Add back:		
Depreciation	5,053	13,766
EBITDA	<u><u>(\$28,897)</u></u>	<u><u>(\$166,775) *</u></u>

* Does not include customer deposits of \$16,675 and \$44,781 for the month and three months ended 3/31/01.

**ICC Internet
Balance Sheet
As of March 31,2001**

ASSETS

Current assets

Cash and cash equivalents	\$33,380 *
Accounts receivable, trade	45,395
Total current assets	<u>78,775</u>

Fixed assets

Equipment	206,806
Less accumulated depreciation	(42,808)
Total fixed assets	<u>163,998</u>

Other assets

Deposits	18,568
Telecom Licenses	14,750
Total other assets	<u>33,318</u>
	<u><u>\$276,091</u></u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Current liabilities

Accounts payable	\$87,050
Customer Deposits	136,327
Equipment lease, current portion	18,794
Total current liabilities	<u>242,171</u>

Long-term equipment lease 20,512

Long-term Lines of Credit (from Investors) 548,250

Stockholders Equity

Common stock	279,648
Retained earnings (deficit)	(814,490)
Total stockholders equity	<u>(534,842)</u>
	<u><u>\$276,091</u></u>

* Note, the cash account is replenished at the first business day of the subsequent month. Credit card and auto debit payments are recorded and automatically deposited to the bank account.
As of 6/1/01 this amount to be posted will total approximately \$190,000.